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# PROGENY ACADEMY

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## POLICY #703: FUND BALANCE

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### I. PURPOSE

The purpose of this policy is to insure the financial stability of the District, to provide a sound basis to justify continuation of the strong financial rating, and to provide a reserve enabling the district to deal with unforeseen budget expenditures.

### II. GENERAL STATEMENT OF POLICY

To ensure the financial strength and stability of the District, the Board will endeavor to maintain a targeted fund balance of no less than 10% (*upon three years of operations*).

The board will review the fund balance target over time to accommodate the changing financial situation and holdback from the state of Minnesota.

ADOPTED: June 9, 2018

REVIEWED/REVISED: May 18, 2019